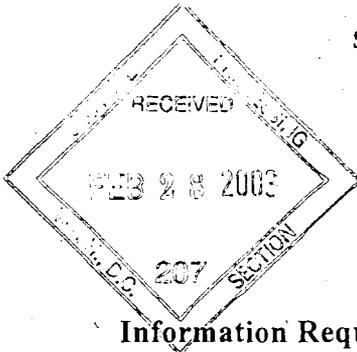


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SEC



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COMMISSION 349

OMB APPROVAL  
OMB Number: 3235-0123  
Expires: October 31, 2004  
Estimated average burden  
hours per response..... 12.00

**ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III**

SEC FILE NUMBER  
8-51434

FACING PAGE

**Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

REPORT FOR THE PERIOD BEGINNING 01/01/2002 AND ENDING 12/31/2002  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: NevWest Securities Corporation

OFFICIAL USE ONLY  
FIRM I.D. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)  
2654 West Horizon Ridge Parkway, Suite B-3

(No. and Street)

Henderson

NV

89052

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

Leland L. Williams, CPA

(Name - if individual, state last, first, middle name)

4535 West Sahara Avenue, #111, Las Vegas, NV 89102

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

- Certified Public Accountant
- Public Accountant
- Accountant not resident in United States or any of its possessions.

MAR 13 2003

THOMSON FINANCIAL

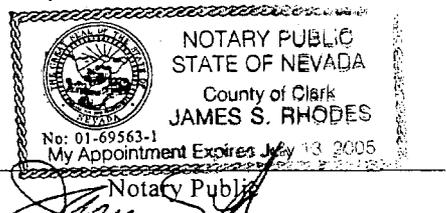
FOR OFFICIAL USE ONLY

\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

OATH OR AFFIRMATION

I, Sergey Rummyantsev, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of NevWest Securities Corporation, as of December 31, 2002, 20 02, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

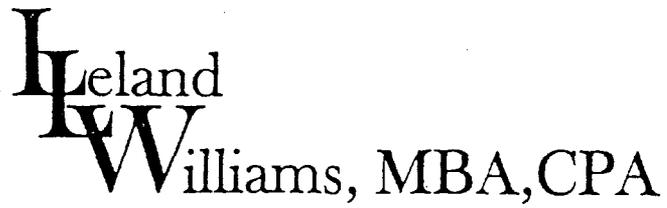
Sergey Rummyantsev  
Signature  
President & CEO  
Title



This report \*\* contains (check all applicable boxes):

- (a) Facing Page.
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Changes in Financial Condition.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- (g) Computation of Net Capital.
- (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-3 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- (l) An Oath or Affirmation.
- (m) A copy of the SIPC Supplemental Report.
- (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).



*Serving Clients in the Western United States since 1982*

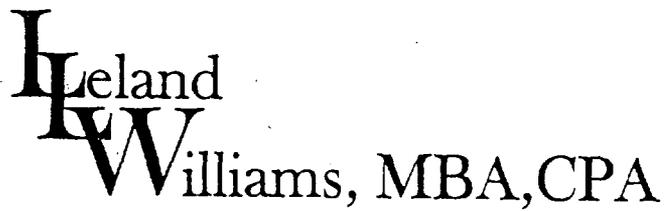
NEVWEST SECURITIES CORPORATION

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2002

NEVWEST SECURITIES CORPORATION  
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DECEMBER 31, 2002

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## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
NEVWEST SECURITIES CORPORATION  
Las Vegas, Nevada

We have audited the accompanying statement of financial condition of Nevwest Securities Corporation (the Company) as of December 31, 2002, and the related statements of income, changes in stockholders' equity, changes in liabilities subordinated to claims of general creditors, and cash flows for the year then ended, pursuant to Rule 17-5 under the Securities Exchange Act of 1934. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Nevwest Securities Corporation at December 31, 2002, and the results of their operations and their cash flows for the year then ended, in conformity with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in Schedules I, II, III, and IV is presented for purposes of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by rule 17a-5 under the Securities Exchange Act of 1934. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in black ink, appearing to read "A. Williams", is written in a cursive style.

February 22, 2003

NEVWEST SECURITIES CORPORATION  
STATEMENT OF FINANCIAL CONDITION  
DECEMBER 31, 2002

ASSETS

Cash and Cash Equivalents	\$ 92,970
Deposits with Clearing Organizations	80,840
Receivables from Clearing Organizations	4,559
Other Receivables	18,746
Marketable Securities	179,684
Furniture and Equipment, less accumulated Depreciation of \$ 51,841	117,456
Organization Costs, less accumulated Amortization of \$ 142	43
Investment in Subsidiary	7,650
Other Assets	<u>8,900</u>
 TOTAL ASSETS	 \$ 510,848 <u>=====</u>

LIABILITIES AND  
STOCKHOLDERS' EQUITY

Current Liabilities

Accounts Payable	\$ 7,178
Accrued Expenses	14,856
Capital Leases Payable	<u>9,402</u>
 Total Liabilities	 31,436

Stockholders' Equity

Common Stock, \$.001 par value, 20,000,000 shares authorized, 9,088,273 shares issued and outstanding	9,088
Preferred Stock, \$.001 par value, 386,233 shares issued and outstanding	386
Paid-in Capital	1,469,262
Retained Earnings	<u>( 999,324)</u>
 Total Stockholders' Equity	 <u>479,412</u>

TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 510,848 <u>=====</u>
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The Accompanying Notes are an Integral Part of these Financial Statements.

NEVWEST SECURITIES CORPORATION  
STATEMENT OF INCOME  
FOR THE YEAR ENDED DECEMBER 31, 2002

REVENUES

Exchange Listed Stocks	\$ 57,942
OTC Agency Stocks	260,085
OTC Bonds	6,593
Underwriting & Selling Group	51,230
Investment Banking Fees	55,000
Direct Participation	13,325
Trading (Loss) Investment	( 85,185)
Mutual Funds	67,835
Variable Annuity	277,979
Consulting	128,340
Interest Income	4,084
Other Revenue	<u>359,763</u>
 Total Revenue	 \$ 1,196,991

EXPENSES

Commissions	\$ 540,361
Salaries	256,499
Payroll Taxes	22,690
Contract Services	5,200
Office & Office Supplies	12,366
Advertising	1,109
Professional Fees	31,935
Rent	30,793
Tickers & Quotes	35,215
Clearing Expenses	152,649
Depreciation & Amortization	23,413
Travel & Entertainment	26,020
Regulatory Expense	17,637
Other Expenses	<u>113,609</u>
 Total Expenses	 \$ 1,269,496
 Net Income (Loss)	 ( 72,505)
 Retained Earnings, Beginning of Period	 ( 908,917)
 Dividends	 <u>( 17,902)</u>
 Retained Earnings, End of Period	 \$ ( 999,324) <u><u>          </u></u>

The Accompanying Notes are an Integral Part of these Financial Statements.

NEVWEST SECURITIES CORPORATION  
 STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY  
 FOR THE YEAR ENDED DECEMBER 31, 2002

Desc	Common Shares	Stock \$	Preferred Shares	Stock \$	Addtl Paid-in Capital	Retained Earnings	Total Equity
Balance Jan 1, 2002	9,795,269	9,795	296,233	296	1,383,122	(908,917)	484,296
Net Loss						(72,505)	(72,505)
Preferred Dividends						(17,902)	(17,902)
Common Stock Repurchase	(60,000)	(60)			(3,540)		(3,600)
Common Stock Cancellation	(646,996)	(647)					(647)
Preferred Stock Sale			10,000	10	9,990		10,000
Preferred Stock Sale			80,000	80	79,920		80,000
Adjustment					(230)		(230)
Balance Dec 31, 2002	9,088,273	9,088	386,233	386	1,469,262	(999,324)	479,412

NEVWEST SAECURITIES CORPORATION  
STATEMENT OF CHANGES IN SUBORDINATED BORROWINGS  
FOR THE YEAR ENDED DECEMBER 31, 2002

None.

The Accompanying Notes are an Integral Part of these Financial Statements.

NEVWEST SECURITIES CORPORATION  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2002

Cash Flows from Operating Activities:

Net Income (Loss)	\$ ( 72,505)
Adjustments to Reconcile Net Income to Net Cash from Operating Activities:	

Depreciation & Amortization	23,413
-----------------------------	--------

(Increase) Decrease in:

Deposits with Clearing Organizations	( 6,630)
Receivables from Clearing Organizations	12,061
Other Receivables	18,980
Marketable Securities	( 26,611)
Nonmarketable Securities	79,793
Investment in Subsidiary	( 657)
Other Assets	

Increase (Decrease) in:

Accounts Payable	7,178
Accrued Expenses	( 36,948)
Capital Leases Payable	<u>( 7,563)</u>

Net Cash from Operating Activities	( 9,489)
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Cash Flows from Investing Activities:

Purchase of Fixed Assets	<u>( 14,709)</u>
--------------------------	------------------

Net Cash from Investing Activities	( 14,709)
------------------------------------	-----------

Cash Flows from Financing Activities:

Issuance of Stock	85,523
Dividends	<u>( 17,900)</u>

Net Cash from Financing Activities	67,623
------------------------------------	--------

Net Increase in Cash	\$ 43,425
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Cash and

Cash Equivalents – Beginning of Year	<u>49,545</u>
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End of Year	\$ 92,970 =====
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The Accompanying Notes are an Integral Part of these Financial Statements.

NEVWEST SECURITIES CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2002

1. ORGANIZATION

The Company is a broker-dealer with the Securities and Exchange Commission (SEC) and is a member of the National Association of Securities Dealers (NASD). The Company is a Nevada corporation and was incorporated on July 21, 1997. The Company commenced operation in October, 1999.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation and Accounting

The Company is engaged in a single line of business as a securities broker-dealer, which comprises several classes of services, including principal transactions, agency transactions, investment banking, and venture capital businesses. The accompanying financial statements have been prepared on the accrual basis of accounting.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Commissions

Commissions and related expenses are recorded on a trade-date basis as securities transactions occur.

Net Capital Requirements

The Company engages in the general securities business. As a result, the minimum net capital required by the Securities and Exchange Commission under Rule 15c3-1 (a) (1) is the greater of \$ 100,000 or 1/8 of aggregate indebtedness. At December 31, 2001, the Company had net capital, as defined, and required capital of approximately \$ 194,935 and 100,000, respectively, and its ratio of indebtedness to net capital was .0509 to 1.

Stock Subscription Receivable

The Stock Subscription Receivable represents amounts currently due to the Company by certain shareholders who executed notes payable to the Company for common stock received.

NEVWEST SECURITIES CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2002

Income Taxes

The Company is subject to federal income taxes at prevailing corporate rates. For the year ended December 31, 2002, the Company's tax provision for financial statement purposes was: \$ 0.

Deposits

The Company maintains required deposits with clearing organizations with whom it transacts business.

Marketable Securities

Marketable securities are shown at estimated fair market value, with realized and unrealized gains and losses included in current period income.

Investment in Subsidiary

Nevwest Insurance Agency is a wholly owned subsidiary. The investment is being carried on the equity method of accounting.

Fixed Assets

Fixed assets are shown at cost. Depreciation is provided on a straight-line basis using estimated useful lives of seven and five years for furniture and fixtures and equipment, respectively.

Accounts Payable and Accrued Liabilities

Accounts payable consist of amounts owing to vendors at December 31, 2002. Accrued liabilities consist of commissions payable and payroll taxes payable at December 31, 2002.

SUPPLEMENTARY INFORMATION

NEVWEST SECURITIES CORPORATION  
SCHEDULE I  
COMPUTATION OF NET CAPITAL  
AS OF DECEMBER 31, 2002

Total Stockholders' Equity		\$ 479,412
Deduct Stockholders' Equity Not Allowed for Net Capital		<u>0</u>
Total Stockholders' Equity Qualified for Net Capital		\$ 479,412
Add: Subordinated Borrowings allowable in Computation of Net Capital		0
Other Deductions or Allowable Credits		<u>0</u>
Total Capital and Allowable Subordinated Liabilities		479,412
Deductions and/or Charges:		
Net Fixed Assets	\$ 117,456	
Other Receivables	18,746	
Other Assets	<u>16,593</u>	( 152,795)
Haircuts on Securities:		
Other Securities	\$ 65,560	( 65,560)
Net Capital		\$ <u>261,057</u> =====
Aggregate Indebtedness:		
Accounts Payable and Accrued Liabilities:	\$ 22,034	
Notes and Capital Leases Payable	<u>9,402</u>	\$ 31,436 =====
Net Capital Requirement		\$ <u>100,000</u> =====
Excess Net Capital		\$ <u>161,057</u> =====

NEVWEST SECURITIES CORPORATION  
SCHEDULE II  
COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS  
UNDER RULE 15C3-3 OF THE SECURITIES AND EXCHANGE COMMISSION  
AS OF DECEMBER 31, 2002

None.

NEVWEST SECURITIES CORPORATION  
SCHEDULE III  
INFORMATION RELATING TO POSSESSION OR CONTROL  
REQUIREMENTS  
UNDER RULE 15C3-3 OF THE SECURITIES AND EXCHANGE COMMISSION  
AS OF DECEMBER 31, 2002

None.

NEVWEST SECURITIES CORPORATION  
SCHEDULE IV  
SCHEDULE OF SEGREGATION REQUIREMENTS AND FUNDS  
IN SEGREGATION FOR CUSTOMERS' REGULATED COMMODITY  
FEATURES AND OPTIONS ACCOUNTS  
AS OF DECEMBER 31, 2002

None.

NEVWEST SECURITIES CORPORATION  
RECONCILIATION OF NET CAPITAL  
TO AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2002

Net Capital per Focus Report, part IIA	\$ 261,057
Audit Adjustments:	<u>0</u>
Net Capital per Audited Financial Statements	\$ 261,057 <u>=====</u>

REPORT OF INDEPENDENT AUDITOR ON  
INTERNAL ACCOUNTING CONTROL REQUIRED BY SEC RULE 17a-5

Board of Directors  
NEVWEST SECURITIES CORPORATION  
Las Vegas, Nevada

In planning and performing our audit of the financial statements of Nevwest Securities Corporation for the year ended December 31, 2002, we have considered its internal control structure, including procedures for safeguarding securities, in order to determine our auditing procedures for the purpose of expressing an opinion on the financial statements, and not to provide assurance on the internal control structure.

Also, as required by Rule 17a-5 (g) (1) of the Securities and Exchange Commission, we have made a study of the practices and procedures followed by the Company that we considered relevant to the objectives stated in Rule 17a-5 (g): (1) in making the quarterly securities examinations, counts, verifications, and comparisons, and the recordation of differences required by Rule 17a-13; (2) in making the periodic computations of aggregate indebtedness (aggregate debits) and the net capital under Rule 15c3-3. We did not review the practices and procedures followed by the Company; (1) in complying with the requirements for prompt payment for securities under Section 8 Regulation T of the Board of Governors of the Federal Reserve System; or (2) in obtaining and maintaining physical possession or control of all fully paid and excess margin securities of customers, because the Company does not carry security amounts for customers or perform custodial functions relating to customer securities.

The management of the Company is responsible for establishing and maintaining an internal control structure and the practices and procedures referred to in the preceding paragraph. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures can be expected to achieve the Commission's objectives referred to above. Two of the objectives of an internal control structure and the practices and procedures are to provide management with reasonable, but not absolute assurance that assets for which the Company has responsibility are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in any internal control structure or the practices and procedures referred to above, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of them to future periods is subject to the risk that they may become inadequate because of changes in conditions or that the effectiveness of their design and operation may deteriorate.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of assigned functions. However, we noted no matters involving the internal control structure, including procedures for safeguarding securities, that we consider to be a material weakness as defined above. In addition, the Company was in compliance with the exemptive provisions of Rule 15c3-3 as of December 31, 2002 and no facts came to our attention indicating that such conditions had not been complied with during the year then ended.

We understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the Commission to be adequate for its purpose in accordance with the Securities Exchange Act of 1934 and related regulations, and that practices and procedures that do not accomplish such objectives in all material respects indicate a material inadequacy for such purposes. Based on this understanding and on our study, we believe that the Company's practices and procedures were adequate at December 31, 2002 to meet the Company's objectives.

This report is intended solely for the use of management, the Securities and Exchange Commission, the National Association of Securities Dealers, Inc., and other regulatory agencies which rely on Rule 17a-5(g) under the Securities Exchange Act of 1934, and should not be used for any other purpose.

A handwritten signature in black ink, appearing to read "J. B. Smith", is positioned above the date.

February 22, 2003